## 2 **SHB 2460** - S COMM

By Committee on Commerce, Trade, Housing & Financial Institutions 3

OUT OF ORDER 3/8/00 4

5 Strike everything after the enacting clause and insert the 6 following:

## "NEW SECTION. Sec. 1. (1) The legislature finds that:

- 8 (a) There are geographic areas within communities that are characterized by a lack of employment opportunities, an average income 9 10 level that is below the median income level for the surrounding community, a lack of affordable housing, deteriorating infrastructure, 11 and a lack of facilities for community services, job training, and
- 12
- 13 education;

- 14 (b) Strategies to encourage reinvestment in these areas by 15 assisting local businesses to become stronger and area residents to gain economic power involve a variety of activities and partnerships; 16
- 17 (c) Reinvestment in these areas cannot be accomplished with only governmental resources and require a comprehensive approach that 18 19 integrates various incentives, programs, and initiatives to meet the 20 economic, physical, and social needs of the area;
- 21 (d) Successful reinvestment depends on a local government's ability to coordinate public resources in a cohesive, comprehensive strategy 22 23 that is designed to leverage long-term private investment in an area;
- 24 (e) Reinvestment can strengthen the overall tax base through 25 increased tax revenue from expanded and new business activities and 26 physical property improvement;
- 27 (f) Local governments, in cooperation with area residents, can provide leadership as well as planning and coordination of resources 28 and necessary supportive services to address reinvestment in the area; 29 30 and
- (g) It is in the public interest to adopt a targeted approach to 31 32 revitalization and enlist the resources of all levels of government, the private sector, community-based organizations, and community 33 34 residents to revitalize an area.
- 35 (2) The legislature declares that the purposes of the community 36 empowerment zone act are to:

- 1 Encourage reinvestment through strong partnerships cooperation between all levels of government, community-based 2 organizations, area residents, and the private sector; 3
- 4 (b) Involve the private sector and stimulate private reinvestment 5 through the judicious use of public resources;
- 6 (c) Target governmental resources to those areas of greatest need; 7 and
- 8 (d) Include all levels of government, community individuals, organizations, and the private sector in the policy-making process. 9
- 10 The definitions in this section apply NEW SECTION. Sec. 2. throughout this chapter unless the context clearly requires otherwise: 11
- 12 (1) "Area" means a geographic area within a local government that is described by a close perimeter boundary. 13
- 14 (2) "Community empowerment zone" means an area meeting the 15 requirements of RCW 43.63A.700 (as recodified by this act) and officially designated by the director. 16
- (3) "Department" means the department of community, trade, and 17 18 economic development.
- 19 (4) "Director" means the director of the department of community, trade, and economic development. 20
- (5) "Local government" means a city, code city, town, or county. 21
- 22 Sec. 3. RCW 43.63A.700 and 1994 sp.s. c 7 s 702 are each amended 23 to read as follows:
- (1) The department, in cooperation with the department of revenue, 24 25 the employment security department, and the office of financial management, ((shall)) may approve applications submitted by local 26 27 governments for an area's designation as a community empowerment zone 28 under this ((section)) chapter. The application for designation shall 29 be in the form and manner and contain such information as the department may prescribe, provided that the application ((for
- 30
- 31 designation)) shall:
- 32 (a) Contain information sufficient for the director to determine if
- 33 the criteria established in RCW 43.63A.710 (as recodified by this act)
- have been  $met((\cdot))$ ; 34
- 35 (b) Be submitted on behalf of the local government by its chief
- elected official, or, if none, by the governing body of the local 36
- 37 government((-));

(c) Contain a five-year community empowerment plan that ((describes the proposed designated community empowerment zone's community development needs and present a strategy for meeting those needs. The plan shall address the following categories: Housing needs; public infrastructure needs, such as transportation, water, sanitation, energy, and drainage/flood control; other public facilities needs, such as neighborhood facilities or facilities for provision of health, education, recreation, public safety, or other services; community economic development needs, such as commercial/industrial revitalization, job creation and retention considering the unemployment and underemployment of area residents, accessibility to financial resources by area residents and businesses, investment within the area, or other related components of community economic development; and social service needs.

The local government is required to provide a description of its strategy for meeting the needs identified in this subsection (1)(c). As part of the strategy, the local government is required to identify the needs for which specific plans are currently in place and the source of funds expected to be used. For the balance of the area's needs, the local government must identify the source of funds expected to become available during the next two-year period and actions the local government will take to acquire those funds.)) meets the requirements of section 5 of this act; and

- (d) Certify that ((neighborhood)) area residents were given the opportunity to participate in the development of the five-year community empowerment strategy required under ((c) of this subsection)) section 5 of this act.
- (2) local government shall submit No more than two ((neighborhoods)) areas to the department for possible designation as a ((designated)) community empowerment zone under this ((section)) chapter.
- (3)(a) ((Within ninety days after January 1, 1994,)) The director may designate up to six ((designated)) community empowerment zones, state-wide, from among the applications ((eligible)) submitted for designation as a ((designated)) community empowerment zone.
- 36 (b) The director shall make determinations of designated community37 empowerment zones on the basis of the following factors:

- 1 (i) The strength and quality of the local government commitments to 2 meet the needs identified in the five-year community empowerment plan 2 required under ((this)) section 5 of this act.
- 4 (ii) The level of private ((commitments by private entities))
  5 sector commitment of additional resources and contribution to the
  6 ((designated)) community empowerment zone.
- 7 (iii) The potential for revitalization of the area as a result of 8 designation as a ((designated)) community empowerment zone.
- 9 (iv) Other factors the director deems necessary.
- 10 (c) The determination of the director as to the areas designated as 11 community empowerment zones shall be final.
- 12 (4) Except as provided in section 6 of this act, an area that was
  13 designated a community empowerment zone before January 1, 1996, under
  14 this section, automatically and without additional action by the local
  15 government continues its designation under this chapter.
- 16 (5) The department may not designate additional community
  17 empowerment zones after January 1, 2004, but may amend or rescind
  18 designation of community empowerment zones in accordance with section
  19 6 of this act.
- 20 **Sec. 4.** RCW 43.63A.710 and 1994 sp.s. c 7 s 703 are each amended 21 to read as follows:
- (1) The director may not designate an area as a ((designated))
  community empowerment zone unless that area meets the following
  requirements:
- 25 (a) The area must be designated by the legislative authority of the 26 local government as an area to receive federal, state, and local 27 assistance designed to increase economic, physical, or social activity 28 in the area;
- (b) The area must have at least fifty-one percent of the households in the area with incomes at or below eighty percent of the county's median income, adjusted for household size;
- 32 (c) The average unemployment rate for the area, for the most recent 33 twelve-month period for which data is available must be at least one 34 hundred twenty percent of the average unemployment rate of the county; 35 and
- 36 (d) A five-year community empowerment plan for the area that meets 37 the requirements of ((RCW 43.63A.700(1)(c)) and as further defined by 38 the director) section 5 of this act must be adopted.

- 1 (2) The director may establish, by rule, such other requirements as 2 the director may reasonably determine necessary and appropriate to 3 assure that the purposes of this ((section)) chapter are satisfied.
- 4 (3) In determining if an area meets the requirements of this 5 section, the director may consider data provided by the United States 6 bureau of the census from the most recent census or any other reliable 7 data that the director determines to be acceptable for the purposes for 8 which the data is used.
- 9 <u>NEW SECTION.</u> **Sec. 5.** (1) The five-year community empowerment plan 10 required under RCW 43.63A.700 (as recodified by this act) shall contain 11 information that describes the community development needs of the 12 proposed community empowerment zone and present a strategy for meeting 13 those needs. The plan shall address the following categories:
- 14 (a) Housing needs for all economic segments of the proposed 15 community empowerment zone;
- 16 (b) Public infrastructure needs, such as transportation, water, 17 sanitation, energy, and drainage and flood control;
- 18 (c) Other public facilities needs, such as neighborhood facilities 19 or facilities for the provision of health, education, recreation, 20 public safety, and other services;
- (d) Community economic development needs, such as commercial and industrial revitalization, job creation and retention considering the unemployment and underemployment of area residents, accessibility to financial resources by area residents and businesses, investment within the area, and other related components of community economic development; and
  - (e) Social service needs of residents in the proposed community empowerment zone.

- 29 (2) The local government must provide a description of its strategy 30 for meeting the needs identified in subsection (1) of this section. As part of the community empowerment zone strategy, the local government 31 must identify the needs for which specific plans are currently in place 32 33 and the source of funds expected to be used. For the balance of the 34 area's needs, the local government must identify the source of funds expected to become available during the next two-year period and 35 36 actions the local government will take to acquire those funds.
- 37 (3) The local government must submit an annual progress report to 38 the department that details the extent to which the local government is

- 1 working to meet the needs identified in the five-year community
- 2 empowerment plan. If applicable, the progress report must also contain
- 3 a discussion on the impediments to meeting the needs outlined in the
- 4 five-year community empowerment plan. The department must determine
- 5 the date the annual progress reports are due from each local
- 6 government.

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- NEW SECTION. Sec. 6. (1) The terms or conditions of a community empowerment zone approved under this chapter may be amended to:
  - (a) Alter the boundaries of the community empowerment zone; or
- 10 (b) Terminate the designation of a community empowerment zone.
- (2)(a) A request for an amendment under subsection (1)(a) of this 11 section may not be in effect until the department issues an amended 12 13 designation for the community empowerment zone that approves the 14 requested amendment. The local government must promptly file with the 15 department a request for approval that contains information the 16 department deems necessary to evaluate the proposed changes and its 17 impact on the area's designation as a community empowerment zone under 18 RCW 43.63A.710 (as recodified by this act). The local government must 19 hold at least two public hearings on the proposed changes and include the information in its request for an amendment to its community 20 21 empowerment zone.
  - (b) The department shall approve or disapprove a proposed amendment to a community empowerment zone within sixty days of its receipt of a request under subsection (1)(a) of this section. The department may not approve changes to a community empowerment zone that are not in conformity with this chapter.
  - (3)(a) The termination of an area's designation as a community empowerment zone under subsection (1)(b) of this section is not effective until the department issues a finding stating the reasons for the termination, which may include lack of commitment of resources to activities in the community empowerment zone by the public, private, and community-based sectors. The local government may file an appeal to the department's findings within sixty days of the notice to terminate the area's designation. The department must notify the local government of the results within thirty days of the filing of the appeal.
- 37 (b) A termination of an area's designation as a community 38 empowerment zone has no effect on benefits previously extended to

- 1 individual businesses. The local government may not commit benefits to
- 2 a business after the effective date of the termination of an area's
- 3 designation as a community empowerment zone.
- 4 (4) The department may request applications from local governments
- 5 for designation as community empowerment zones under this chapter as a
- 6 result of a termination of an area's designation as a community
- 7 empowerment zone under this section.
- 8 <u>NEW SECTION.</u> **Sec. 7.** The department must administer this chapter 9 and has the following powers and duties:
- 10 (1) To monitor the implementation of chapter . . ., Laws of 2000
- 11 (this act) and submit reports evaluating the effectiveness of the
- 12 program and any suggestions for legislative changes to the governor and
- 13 legislature by December 1, 2000;
- 14 (2) To develop evaluation and performance measures for local
- 15 governments to measure the effectiveness of the program at the local
- 16 level on meeting the objectives of this chapter;
- 17 (3) To provide information and appropriate assistance to persons
- 18 desiring to locate and operate a business in a community empowerment
- 19 zone;
- 20 (4) To work with appropriate state agencies to coordinate the
- 21 delivery of programs, including but not limited to housing, community
- 22 and economic development, small business assistance, social service,
- 23 and employment and training programs which are carried on in a
- 24 community empowerment zone; and
- 25 (5) To develop rules necessary for the administration of this
- 26 chapter.
- 27 <u>NEW SECTION.</u> **Sec. 8.** The administration of a community
- 28 empowerment zone is under the jurisdiction of the local government.
- 29 Each local government must, by ordinance, designate a community
- 30 empowerment zone administrator for the area designated as a community
- 31 empowerment zone that is within its jurisdiction. A community
- 32 empowerment zone administrator must be an officer or employee of the
- 33 local government. The community empowerment zone administrator is the
- 34 liaison between the local government, the department, the business
- 35 community, and labor and community-based organizations within the
- 36 community empowerment zone.

- 1 <u>NEW SECTION.</u> **Sec. 9.** This chapter may be known and cited as the
- 2 Washington community empowerment zone act.
- 3 <u>NEW SECTION.</u> **Sec. 10.** Sections 1, 2, and 5 through 9 of this act
- 4 constitute a new chapter in Title 43 RCW.
- 5 <u>NEW SECTION.</u> **Sec. 11.** RCW 43.63A.700 and 43.63A.710, as amended
- 6 by this act, are each recodified as sections in chapter 43.-- RCW
- 7 (sections 1, 2, and 5 through 9 of this act).
- 8 <u>NEW SECTION.</u> **Sec. 12.** If any part of this act is found to be in
- 9 conflict with federal requirements that are a prescribed condition to
- 10 the allocation of federal funds to the state, the conflicting part of
- 11 this act is inoperative solely to the extent of the conflict and with
- 12 respect to the agencies directly affected, and this finding does not
- 13 affect the operation of the remainder of this act in its application to
- 14 the agencies concerned. Rules adopted under this act must meet federal
- 15 requirements that are a necessary condition to the receipt of federal
- 16 funds by the state.
- 17 <u>NEW SECTION.</u> **Sec. 13.** If specific funding for the purposes of
- 18 sections 1 through 12 of this act, referencing this act by bill or
- 19 chapter number, is not provided by June 30, 2000, in the omnibus
- 20 appropriations act, this act is null and void.
- 21 <u>NEW SECTION.</u> **Sec. 14.** (1) The legislature finds that establishing
- 22 a clear state-wide strategy for successful economic development will
- 23 best prepare the state of Washington to respond to the challenges and
- 24 take advantage of future economic cycles. The legislature further
- 25 finds that without a state-wide economic development plan the state's
- 26 budget and election cycles make it difficult for government to adhere
- 27 to consistent, long-term economic development priorities that are
- 28 essential to successful, enhanced economic development. The
- 29 legislature further finds that the purpose of economic development is
- 30 to increase the standard of living and enhance the quality of life of
- 31 the citizens of this state.
- 32 (2) It is the intent of the legislature that a strategic state-wide
- 33 economic development plan be created that reflects the following goals
- 34 and objectives:

- 1 (a) To create and maintain jobs and income that would not otherwise 2 be created or maintained, and to increase wealth rather than to 3 redistribute it;
  - (b) To add value to private sector economic activity; and
- 5 (c) To assist businesses in developing their business strategies,
- 6 increasing the skills of their workers and managers, applying advanced
- 7 technologies, developing infrastructure, accessing capital, and
- 8 enhancing social capital.
- 9 <u>NEW SECTION.</u> **Sec. 15.** For the purposes of this chapter
- 10 "department" means the department of community, trade, and economic
- 11 development, or its successor agency or agencies. "The plan" or "state
- 12 plan" means a state-wide economic development plan, as developed under
- 13 sections 16 and 17 of this act.
- 14 <u>NEW SECTION.</u> **Sec. 16.** (1) The legislative committee on economic
- 15 development shall take the lead responsibility for creating a
- 16 state-wide strategic plan for economic development in conjunction with
- 17 the department, and an advisory group of business, labor, and other
- 18 interests. The advisory group shall be appointed by the lieutenant
- 19 governor and shall consist of no more than twelve members.
- 20 (2) In preparing the state plan, the legislative committee on
- 21 economic development and the department shall recognize:
- 22 (a) Regional economic, political, and cultural differences, and
- 23 acknowledge the special challenges facing urban and rural communities;
- 24 and

- 25 (b) Special contributions of, and challenges facing, women and
- 26 minority-owned businesses.
- 27 (3) The plan should set priorities and concentrate resources on
- 28 those priorities.
- 29 (4) The plan should include specific implementation steps and
- 30 establish a process for institutionalizing economic development
- 31 planning.
- 32 <u>NEW SECTION.</u> **Sec. 17.** The legislative committee on economic
- 33 development and the department shall develop and include the following
- 34 elements in the plan:
- 35 (1) New strategies that seek to improve the overall competitiveness
- 36 of groups of similar businesses, usually termed clusters, and entire

- industries or sectors rather than traditional strategies that focus on 1
- 2 individualized assistance. These strategies should foster interfirm
- cooperation and learning, technology adaptation, and work-based 3
- 4 learning to improve work force skills. Under these strategies the
- state acts as a broker of available private and public development 5
- resources, or contracts for such broker services; 6
- 7 (2) Direction to the department to develop programs consistent with
- 8 the state plan, and that are characterized by outcome-based performance
- 9 management systems and decentralized decision making;
- 10 (3) Direction to the department to assist local governments and
- 11 other interested parties in the creation of regional
- development plans consistent with the state plan; and 12
- 13 (4) Direction to the department to develop a professional research
- 14 capacity to keep the state's trade assistance operation regularly
- 15 appraised of opportunities and updated on performance.
- 16 NEW SECTION. Sec. 18. The legislature recognizes the urgent need
- for having a plan in place as soon as is reasonably possible. 17
- 18 legislative committee on economic development and the department are
- 19 directed to immediately develop a work plan and take other steps
- necessary to implement sections 14 through 17 of this act. 20
- 21 NEW SECTION. Sec. 19. Sections 14 through 17 of this act
- 22 constitute a new chapter in Title 43 RCW.
- **Sec. 20.** RCW 43.330.070 and 1993 c 280 s 10 are each amended to 23
- 24 read as follows:

- 25 (1) The department shall work closely with local communities to
- increase their capacity to respond to economic, environmental, and 26
- 27 social problems and challenges. The department shall coordinate the
- 28 delivery of development services and technical assistance to local
- communities or regional areas. It shall promote partnerships between 29
- 30 the public and private sectors and between state and local officials to encourage appropriate economic growth and opportunity in communities
- 32 throughout the state, in particular strategies designed to encourage
- economic growth and opportunities in community empowerment zones 33
- 34 designated under RCW 43.63A.700 (as recodified by this act).
- 35 department shall promote appropriate local development by: Supporting
- 36 the ability of communities to develop and implement strategic

- development plans; assisting businesses to start up, maintain, or expand their operations; encouraging public infrastructure investment and private and public capital investment in local communities; supporting efforts to manage growth and provide affordable housing and housing services; providing for the identification and preservation of the state's historical and cultural resources; and expanding employment opportunities.
- 8 (2) The department shall define a set of services including 9 training and technical assistance that it will make available to local 10 communities, community-based nonprofit organizations, regional areas, industry clusters, or businesses. The department shall simplify access 11 to these programs by providing more centralized and user-friendly 12 information and referral. The department shall coordinate community 13 14 and economic development efforts to minimize program redundancy and 15 maximize accessibility. The department shall develop a set of criteria 16 for targeting services to local communities.
- 17 (3) The department shall develop a coordinated and systematic providing training to community-based 18 approach to 19 organizations, local communities, industry clusters, and businesses. 20 The approach shall be designed to increase the economic and community development skills available in local communities by providing training 21 and funding for training for local citizens, nonprofit organizations, 22 23 <u>industry</u> clusters, and businesses. The department shall emphasize 24 providing training in those communities most in need of state 25 assistance.
- 26 (4) As used in this section, "industry clusters" means a geographic concentration of interdependent competitive firms that do business with 28 each other. Clusters also include firms that sell inside and outside 29 of the geographic region as well as support firms that supply raw 30 materials, components, and business services.
- Sec. 21. The legislature finds that economic 31 NEW SECTION. force training, international trade, 32 development, work development, housing assistance, assistance to local governments, and 33 34 other programs and services provided by the department of community, trade, and economic development are vital to all regions of the state. 35 36 The legislature further finds that program development and service 37 delivery to the eastern region of the state could be significantly

- 1 enhanced by a continuous, full-time physical staff presence in that 2 region.
- 3 <u>NEW SECTION.</u> **Sec. 22.** For the purposes of sections 21 through 24 4 of this act:
- 5 (1) "Department" means the department of community, trade, and 6 economic development, or its successor agency or agencies.
- 7 (2) "Director" means the director of the department.
- 8 NEW SECTION. Sec. 23. In order to more effectively respond to the needs of eastern Washington communities, the department shall, as soon 9 10 as practicable, establish a field office and a full-time staff presence in eastern Washington. If practicable, the office shall be colocated 11 with one or more existing state agencies in the Tri-Cities area to 12 13 facilitate the urgent economic development needs of southeastern Washington. This office shall be staffed by the director in the most 14 15 efficient manner that is likely to provide improved service to eastern 16 Washington communities.
- NEW SECTION. Sec. 24. Program activities and priorities for this office serving eastern Washington shall be determined by the director, in consultation with local government officials, business, labor, and educational advisors from the region.
- 21 NEW SECTION. Sec. 25. (1) The legislature finds that Washington's 22 quality of life, standard of living, and social and economic opportunity all depend on the vitality of the state's economy. 23 legislature further finds that economic development tries to reinforce 24 25 the natural way by which strong foundations in the areas of human 26 resources, capital resources, technology, tax and regulatory, advanced 27 physical infrastructure, information and communication infrastructure, and quality of life strengthen the economy. 28 The legislature further 29 finds that the strength and vitality of the state's economy depends on 30 the competitiveness of the state's industry clusters. The legislature 31 further finds industry clusters can become a powerful magnet for businesses to locate in an area and create a spawning ground for start-32 33 up companies. The legislature further finds that industry clusters create large, diverse pools of experienced workers; attract suppliers 34 35 who tend to congregate in their vicinity for increased efficiency; and

- foster a competitive spirit that stimulates growth and innovative strategic alliances. The legislature further finds that the state must first identify and understand the industry clusters before strategies can be developed to enhance their competitive position in the world.
- 5 (2) It is the intent of the legislature to establish an industry 6 cluster-based approach to economic development as a component of a 7 state-wide strategy to address economic growth and quality of life 8 issues.
- 9 <u>NEW SECTION.</u> **Sec. 26.** A new section is added to chapter 43.330 10 RCW to read as follows:
- (1) The department of community, trade, and economic development, 11 12 or its successor agency, shall work with industry associations and organizations to identify industry clusters on a regional and state-13 14 wide basis. The industry clusters may include, but not be limited to 15 aerospace, agriculture, food processing, forest products, business services, financial services, health and biomedical, software, 16 transportation and distribution, 17 environmental technology, 18 microelectronics.
- 19 (2) In the identification of industry clusters, the department's 20 activities may include, but are not limited to:
- (a) Conducting focus group discussions, facilitating meetings, and conducting studies to identify industry clusters, members of an industry cluster, the current state of the industry cluster, and issues of common concern of the industry cluster;
- 25 (b) Supporting the formation of industry cluster associations, 26 publication of cluster association directories, and related efforts to 27 encourage the entry of new firms into the industry cluster; and
- (c) Providing methods for electronic communication and information dissemination among firms within industry clusters.
- 30 (3) The department shall work with identified industry clusters, private sector organizations, local governments, 31 local economic organizations, and higher 32 development education and 33 institutions to assist in the development of strategies designed to 34 strengthen the competitiveness of the state's industry clusters. The department shall, on a continuing basis, evaluate effectiveness of the 35 36 services provided to industry clusters using information gathered at 37 the regional and state-wide level.

- 1 (4) As used in this section, "industry cluster" means a geographic 2 concentration of interdependent competitive firms that do business with 3 each other. Clusters also include firms that sell inside and outside 4 of the geographic region as well as support firms that supply raw 5 materials, components, and business services.
- 6 **Sec. 27.** RCW 43.330.090 and 1998 c 245 s 85 are each amended to 7 read as follows:
- 8 (1) The department shall work with private sector organizations, 9 industry clusters, local governments, local economic development organizations, and higher education and training institutions to assist 10 11 in the development of strategies to diversify the economy, facilitate 12 technology transfer and diffusion, and increase value-added production by focusing on targeted sectors. The targeted sectors may include, but 13 14 are not limited to, software, forest products, biotechnology, environmental industries, recycling markets and waste reduction, 15 16 aerospace, food processing, tourism, film and video, microelectronics, new materials, robotics, and machine tools. The department shall, on 17 18 a continuing basis, evaluate the potential return to the state from 19 devoting additional resources to a targeted sector's approach to economic development and including additional sectors in its efforts. 20 21 The department shall use information gathered in each service delivery 22 region in formulating its sectoral strategies and in designating new 23 targeted sectors.
  - (2) The department shall ensure that the state continues to pursue a coordinated program to expand the tourism industry throughout the state in cooperation with the public and private tourism development organizations. The department shall work to provide a balance of tourism activities throughout the state and during different seasons of the year. In addition, the department shall promote, market, and encourage growth in the production of films and videos, as well as television commercials within the state; to this end the department is directed to assist in the location of a film and video production studio within the state.

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- 34 (3) In assisting in the development of a targeted sector, the 35 department's activities may include, but are not limited to:
- 36 (a) Conducting focus group discussions, facilitating meetings, and 37 conducting studies to identify members of the sector, appraise the

- 1 current state of the sector, and identify issues of common concern 2 within the sector;
- 3 (b) Supporting the formation of industry associations, publications 4 of association directories, and related efforts to create or expand the 5 activities or industry associations;
- 6 (c) Assisting in the formation of flexible networks by providing
  7 (i) agency employees or private sector consultants trained to act as
  8 flexible network brokers and (ii) funding for potential flexible
  9 network participants for the purpose of organizing or implementing a
  10 flexible network;
- 11 (d) Helping establish research consortia;
- 12 (e) Facilitating joint training and education programs;
- 13 (f) Promoting cooperative market development activities;
- 14 (g) Analyzing the need, feasibility, and cost of establishing 15 product certification and testing facilities and services; and
- 16 (h) Providing for methods of electronic communication and 17 information dissemination among firms and groups of firms to facilitate 18 network or industry cluster activity.
- 19 <u>(4) As used in this section, "industry cluster" has the same</u>
  20 meaning as in section 26 of this act.
- NEW SECTION. Sec. 28. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected."
- 25 **SHB 2460** S COMM
- 26 By Committee on Commerce, Trade, Housing & Financial Institutions
- 27 OUT OF ORDER 3/8/00
- On page 1, line 1 of the title, after "zones;" strike the remainder
- 29 of the title and insert "amending RCW 43.63A.700, 43.63A.710,
- 30 43.330.070, and 43.330.090; adding a new section to chapter 43.330 RCW;
- 31 adding new chapters to Title 43 RCW; creating new sections; and
- 32 recodifying RCW 43.63A.700 and 43.63A.710."

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